

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT FILING OF)	CASE NO.
MARION COUNTY WATER DISTRICT)	2018-00135

ORDER

On April 23, 2018, Marion County Water District (“Marion County”) applied for approval to adjust its rates pursuant to the purchased water adjustment procedure.¹

The Commission, having reviewed the record and being sufficiently advised, finds that:

1. Marion County purchases water from Lebanon Water Works Company (“Lebanon”) and Campbellsville Municipal Water & Sewer (“Campbellsville”).

2. Lebanon notified Marion County that its wholesale monthly meter charge would increase from \$6.75 to \$7.35 per months and its volumetric rate from \$2.50 per 100 cubic feet to \$3.35 per 100 cubic feet effective April 16, 2018.² Marion County proposed to increase the water rates to its customers effective April 16, 2018, to reflect the increased cost of purchased water from Lebanon.

3. Marion County proposes a purchased water adjustment factor of \$1.33 per 1,000 Gallons.

4. During the 12 months, that ended March 31, 2018, Marion County purchased 450,003,158 Gallons of water from Lebanon and 3,637,600 Gallons of water

¹ KRS 278.015; 807 KAR 5:068.

² TFS 2018-00155 (Ky. PSC filed April 13, 2018); the tariff was accepted for filing by the Commission by letter dated May 2, 2018.

from Campbellsville. During the same period, Marion County sold 385,292,569 Gallons of water. The increase in the cost of purchased water is \$511,424.99, resulting in a purchased water adjustment factor of \$1.33 per 1,000 Gallons.

5. The purchased water adjustment factor of \$1.33 per 1,000 Gallons, as calculated in Appendix A to this Order, is fair, just, and reasonable and should be approved.

6. Marion County's proposed rates should be approved.

7. The rates as set forth in Appendix B to this Order, are fair, just, and reasonable and should be approved for water service rendered by Marion County on and after April 16, 2018.

IT IS THEREFORE ORDERED that:

1. The purchased water adjustment factor of \$1.33 per 1,000 Gallons is approved.

2. The rates proposed by Marion County are approved.

3. The rates as set forth in Appendix B to this Order are approved for water service rendered by Marion County on and after April 16, 2018.

4. Within 20 days of the date of entry of this Order, Marion County shall file with the Commission, using the Commission's electronic Tariff Filing System, revised tariff sheets showing the rates approved herein.

By the Commission

ENTERED
MAY 04 2018
KENTUCKY PUBLIC
SERVICE COMMISSION

ATTEST:

for [Signature]
Executive Director

Case No. 2018-00135

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2018-00135 DATED **MAY 04 2018**

	New Rate	Base Rate
Lebanon		
Monthly Meter Charge	12 meters X \$7.35 / meter <u>X 12 months</u> \$1,058.40	12 meters X \$6.75 / meter <u>X 12 months</u> \$972.00
Purchases in Gallons	450,003,158 / 7.48 = 60,160,850 cubic feet	
Purchases in Cubic Feet	60,160,850	60,160,850
Volumetric rate	<u>\$3.35/100</u> \$2,015,388.48	<u>\$2.50/100</u> \$1,504,021.25
Total Meter Charge & Volumetric Charge	\$2,016,446.88	\$1,504,993.25
Increased water cost		\$511,453.63
Increased water cost		\$511,453.63
Divided by Gallons sold/1,000		<u>385,292,569</u> \$1.3274
Purchased water adjustment factor		or \$1.33 per 1,000 Gallons

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2018-00135 DATED **MAY 04 2018**

The following rates and charges are prescribed for the customers in the area served by Marion County Water District. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under the authority of the Commission prior to the effective date of this Order.

Monthly Customer Charge

5/8-Inch X 3/4-Inch Meter	\$7.45 Minimum Bill
1-Inch Meter	\$16.20 Minimum Bill
2-Inch Meter	\$25.68 Minimum Bill
3-Inch Meter	\$40.73 Minimum Bill
4-Inch Meter	\$64.60 Minimum Bill
6-Inch Meter	\$162.59 Minimum Bill

Water Charge

All Usage	\$6.98 per 1,000 Gallons
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P. O. Box 528
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Chairman
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